

CIRCULAR LETTER

To

ALL SHARIA COMMERCIAL BANKS, SHARIA BUSINESS UNITS, AND
RUPIAH AND FOREIGN EXCHANGE MONEY MARKET BROKERS IN
INDONESIA

Subject : Amendment to Bank Indonesia Circular Letter Number
 11/8/DPM dated March 27, 2009 concerning Procedures for
 Transaction on Bank Indonesia Deposit Facilities for Sharia
 Banking in Rupiah (*FASBIS*)

In relation to Bank Indonesia Regulation Number 10/36/PBI/2008 dated December 10, 2008 concerning Sharia Monetary Operations (State Gazette of the Republic of Indonesia Year 2008 Number 197, Supplement to State Gazette of the Republic of Indonesia Number 4944) as amended by Bank Indonesia Regulation Number 12/17/PBI/2010 dated August 30, 2010 (State Gazette of the Republic of Indonesia Year 2010 Number 107) as well as in the context of the harmonization of provisions on monetary operation, it is necessary to amend the provisions of Roman number V number 1 letter b and Roman number 2 of Bank Indonesia Circular Letter Number 11/8/DPM dated March 27, 2009 concerning Procedures for Transaction on Bank Indonesia Deposit Facilities for Sharia Banking in Rupiah (FASBIS) so that Roman number V shall read as follows:

V. PROCEDURES FOR THE IMPOSITION OF SANCTION

1. In the event that FASBIS transaction as referred to in item IV.3 is cancelled, the Bank shall be subject to sanctions in the form of:
 - a. a written reprimand with a copy to:
 - 1) Directorate of Sharia Banking, in the event that the sanction is imposed on a Bank having its head office in the operational area of Bank Indonesia Head Office (KPBI); or
 - 2) Bank Indonesia Regional Office (KBI) cq. Bank Supervisory Team, in the event that the sanction is imposed on a Bank having its head office in the operational area of Bank Indonesia Regional Office (KBI), and
 - b. a financial penalty of 0.01% (one per ten thousandth) of the nominal value of the cancelled FASBIS transaction, with the minimum amount of Rp10,000,000.00 (ten million rupiah) and the maximum amount of Rp100,000,000.00 (one hundred million rupiah).
2. Without prejudice to to the sanctions as referred to in item V.I, in the event that a Bank has made cancelled FASBIS transactions and/or other cancelled OMS transactions three times during 6 (six) month-tenure, the Bank shall be subject to temporary suspension of its participation in OMS activities for 5 (five) consecutive business days.

3. The written reprimand as referred to in item V.I.a and notification of temporary suspension from participation in OMS activities as referred to in item V.2 shall be delivered within 1 (one) business day following the cancellation of transaction.
4. The financial penalty as referred to in item V.I.b shall be imposed by debiting the demand deposit Account of the Bank being subject to the sanction within 1 (one) business day following the cancellation on FASBIS transaction.

The provisions set out in this Bank Indonesia Circular Letter shall be effective on August 30, 2010.

For public cognizance, it is ordered that this Bank Indonesia Circular Letter be promulgated in the State Report of the Republic of Indonesia.

Please be informed accordingly.

BANK INDONESIA,

HENDAR

DIRECTOR OF MONETARY MANAGEMENT